Form **990-PF**

Department of the Treasury
Internal Revenue Service

Return of Private Foundation

or Section 4947(a)(1) Trust Treated as Private Foundation

▶ Do not enter social security numbers on this form as it may be made public.
▶ Information about Form 990-PF and its separate instructions is at www.irs.gov/form990pf.

OMB No 1545-0052

2015

Open to Public Inspection

For calendar year 2015 or tax year beginning , and ending

Name of foundation: MCDANIEL CHARITABLE FOUNDATION

A Employer identification number: 76-0538313

Number and street (or P O box number if mail is not delivered to street address): P.O. BOX 108 | Room/suite:

B Telephone number (see instructions): 409-942-2946

City or town, state or province, country, and ZIP or foreign postal code: HITCHCOCK TX 77563

C If exemption application is pending, check here ▶ [ ]

G Check all that apply: [ ] Initial return [ ] Initial return of a former public charity [ ] Final return [ ] Amended return [X] Address change [ ] Name change

D 1 Foreign organizations, check here ▶ [ ]
2 Foreign organizations meeting the 85% test, check here and attach computation ▶ [ ]

H Check type of organization: [X] Section 501(c)(3) exempt private foundation [ ] Section 4947(a)(1) nonexempt charitable trust [ ] Other taxable private foundation

E If private foundation status was terminated under section 507(b)(1)(A), check here ▶ [ ]

I Fair market value of all assets at end of year (from Part II, col (c), line 16) ▶ $ 9,884,350

J Accounting method [ ] Cash [X] Accrual [ ] Other (specify) (Part I, column (d) must be on cash basis)

F If the foundation is in a 60-month termination under section 507(b)(1)(B), check here ▶ [ ]

Part I Analysis of Revenue and Expenses (The total of amounts in columns (b), (c), and (d) may not necessarily equal the amounts in column (a) (see instructions))

			(a) Revenue and expenses per books	(b) Net investment income	(c) Adjusted net income	(d) Disbursements for charitable purposes (cash basis only)
Revenue	1	Contributions, gifts, grants, etc , received (attach schedule)	658,000			
	2	Check ▶ [ ] if the foundation is not required to attach Sch B				
	3	Interest on savings and temporary cash investments	139,902	139,902		
	4	Dividends and interest from securities	107,954	107,954		
	5a	Gross rents	13,418	12,490		
	b	Net rental income or (loss) 13,418				
	6a	Net gain or (loss) from sale of assets not on line 10 STMT 1	-91,451			
	b	Gross sales price for all assets on line 6a 18,357				
	7	Capital gain net income (from Part IV, line 2)		0		
	8	Net short-term capital gain			0	
	9	Income modifications				
	10a	Gross sales less returns and allowances				
	b	Less Cost of goods sold				
	c	Gross profit or (loss) (attach schedule)				
	11	Other income (attach schedule) STMT 2	-457,697	15,041		
	12	**Total.** Add lines 1 through 11	370,126	275,387	0	
Operating and Administrative Expenses	13	Compensation of officers, directors, trustees, etc	137,000	19,250		117,750
	14	Other employee salaries and wages	36,000	2,500		30,900
	15	Pension plans, employee benefits	70,323	11,040		58,106
	16a	Legal fees (attach schedule)				
	b	Accounting fees (attach schedule) STMT 3	7,500	3,750		3,750
	c	Other professional fees (attach schedule) STMT 4	9,000	2,250		6,750
	17	Interest	6,778	6,778		
	18	Taxes (attach schedule) (see instructions) STMT 5	167,218	492		
	19	Depreciation (attach schedule) and depletion STMT 6	8,259	8,138		
	20	Occupancy				
	21	Travel, conferences, and meetings				
	22	Printing and publications				
	23	Other expenses (att sch) STMT 7	58,930	48,675		8,590
	24	**Total operating and administrative expenses.** Add lines 13 through 23	501,008	102,873	0	225,846
	25	Contributions, gifts, grants paid	55,324			55,324
	26	**Total expenses and disbursements.** Add lines 24 and 25	556,332	102,873	0	281,170
	27	Subtract line 26 from line 12				
	a	**Excess of revenue over expenses and disbursements**	-186,206			
	b	**Net investment income** (if negative, enter -0-)		172,514		
	c	**Adjusted net income** (if negative, enter -0-)			0	

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Part II Balance Sheets

Attached schedules and amounts in the description column should be for end-of-year amounts only (See instructions)

	Line	Description		Beginning of year (a) Book Value	End of year (b) Book Value	End of year (c) Fair Market Value
Assets	1	Cash – non-interest-bearing		269,218	158,712	158,711
	2	Savings and temporary cash investments		1,792,087	1,930,594	1,930,594
	3	Accounts receivable ▶	27,920			
		Less allowance for doubtful accounts ▶		51,646	27,920	27,920
	4	Pledges receivable ▶				
		Less allowance for doubtful accounts ▶				
	5	Grants receivable				
	6	Receivables due from officers, directors, trustees, and other disqualified persons (attach schedule) (see instructions)				
	7	Other notes and loans receivable (att schedule) ▶ SEE WRK	1,606,569			
		Less allowance for doubtful accounts ▶	0	3,209,473	1,606,569	1,606,569
	8	Inventories for sale or use				
	9	Prepaid expenses and deferred charges		3,538	2,913	2,913
	10a	Investments – U S and state government obligations (attach schedule)	STMT 8	391,282	216,829	216,829
	b	Investments – corporate stock (attach schedule)	SEE STMT 9	360,787	802,840	802,840
	c	Investments – corporate bonds (attach schedule)				
	11	Investments – land, buildings, and equipment basis ▶				
		Less accumulated depreciation (attach sch) ▶				
	12	Investments – mortgage loans				
	13	Investments – other (attach schedule)	SEE STATEMENT 10	4,411,285	5,131,676	5,131,676
	14	Land, buildings, and equipment basis ▶	10,377			
		Less accumulated depreciation (attach sch) ▶ STMT 11	4,079	4,276	6,298	6,298
	15	Other assets (describe ▶)				
	16	**Total assets** (to be completed by all filers – see the instructions Also, see page 1, item I)		10,493,592	9,884,351	9,884,350
Liabilities	17	Accounts payable and accrued expenses				
	18	Grants payable				
	19	Deferred revenue				
	20	Loans from officers, directors, trustees, and other disqualified persons				
	21	Mortgages and other notes payable (attach schedule)				
	22	Other liabilities (describe ▶ SEE STATEMENT 12)			3,746	
	23	**Total liabilities** (add lines 17 through 22)		0	3,746	
Net Assets or Fund Balances		**Foundations that follow SFAS 117, check here and complete lines 24 through 26 and lines 30 and 31.**	▶ [X]			
	24	Unrestricted		10,493,592	9,880,605	
	25	Temporarily restricted				
	26	Permanently restricted				
		Foundations that do not follow SFAS 117, check here and complete lines 27 through 31.	▶ [ ]			
	27	Capital stock, trust principal, or current funds				
	28	Paid-in or capital surplus, or land, bldg , and equipment fund				
	29	Retained earnings, accumulated income, endowment, or other funds				
	30	**Total net assets or fund balances** (see instructions)		10,493,592	9,880,605	
	31	**Total liabilities and net assets/fund balances** (see instructions)		10,493,592	9,884,351	

Part III Analysis of Changes in Net Assets or Fund Balances

1	Total net assets or fund balances at beginning of year – Part II, column (a), line 30 (must agree with end-of-year figure reported on prior year's return)	1	10,493,592
2	Enter amount from Part I, line 27a	2	-186,206
3	Other increases not included in line 2 (itemize) ▶	3	
4	Add lines 1, 2, and 3	4	10,307,386
5	Decreases not included in line 2 (itemize) ▶ SEE STATEMENT 13	5	426,781
6	Total net assets or fund balances at end of year (line 4 minus line 5) – Part II, column (b), line 30	6	9,880,605

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Part IV Capital Gains and Losses for Tax on Investment Income

	(a) List and describe the kind(s) of property sold (e g , real estate, 2-story brick warehouse, or common stock, 200 shs MLC Co)	(b) How acquired P – Purchase D – Donation	(c) Date acquired (mo , day, yr)	(d) Date sold (mo , day, yr)
1a	N/A			
b				
c				
d				
e				

	(e) Gross sales price	(f) Depreciation allowed (or allowable)	(g) Cost or other basis plus expense of sale	(h) Gain or (loss) (e) plus (f) minus (g)
a				
b				
c				
d				
e				

Complete only for assets showing gain in column (h) and owned by the foundation on 12/31/69

	(i) F M V as of 12/31/69	(j) Adjusted basis as of 12/31/69	(k) Excess of col (i) over col (j), if any	(l) Gains (Col (h) gain minus col (k), but not less than -0-) or Losses (from col (h))
a				
b				
c				
d				
e				

2 Capital gain net income or (net capital loss) { If gain, also enter in Part I, line 7 / If (loss), enter -0- in Part I, line 7 } **2**

3 Net short-term capital gain or (loss) as defined in sections 1222(5) and (6)
If gain, also enter in Part I, line 8, column (c) (see instructions) If (loss), enter -0- in Part I, line 8 **3**

Part V Qualification Under Section 4940(e) for Reduced Tax on Net Investment Income

(For optional use by domestic private foundations subject to the section 4940(a) tax on net investment income)

If section 4940(d)(2) applies, leave this part blank

Was the foundation liable for the section 4942 tax on the distributable amount of any year in the base period? ☐ Yes ☒ No

If "Yes," the foundation does not qualify under section 4940(e) Do not complete this part

1 Enter the appropriate amount in each column for each year, see the instructions before making any entries

(a) Base period years Calendar year (or tax year beginning in)	(b) Adjusted qualifying distributions	(c) Net value of noncharitable-use assets	(d) Distribution ratio (col (b) divided by col (c))
2014	372,687	9,602,338	0.038812
2013	560,242	7,917,727	0.070758
2012	1,299,952	8,198,419	0.158561
2011	932,150	4,022,613	0.231727
2010	2,360,367	4,214,540	0.560053

2 **Total** of line 1, column (d)	2	1.059911
3 Average distribution ratio for the 5-year base period – divide the total on line 2 by 5, or by the number of years the foundation has been in existence if less than 5 years	3	0.211982
4 Enter the net value of noncharitable-use assets for 2015 from Part X, line 5	4	10,335,139
5 Multiply line 4 by line 3	5	2,190,863
6 Enter 1% of net investment income (1% of Part I, line 27b)	6	1,725
7 Add lines 5 and 6	7	2,192,588
8 Enter qualifying distributions from Part XII, line 4	8	281,170

If line 8 is equal to or greater than line 7, check the box in Part VI, line 1b, and complete that part using a 1% tax rate See the Part VI instructions

Part VI Excise Tax Based on Investment Income (Section 4940(a), 4940(b), 4940(e), or 4948 – see instructions)

1a	Exempt operating foundations described in section 4940(d)(2), check here ▶ ☐ and enter "N/A" on line 1 Date of ruling or determination letter (attach copy of letter if necessary—see instructions)		
b	Domestic foundations that meet the section 4940(e) requirements in Part V, check here ▶ ☐ and enter 1% of Part I, line 27b	1	3,450
c	All other domestic foundations enter 2% of line 27b Exempt foreign organizations enter 4% of Part I, line 12, col (b)		
2	Tax under section 511 (domestic section 4947(a)(1) trusts and taxable foundations only. Others enter -0-)	2	0
3	Add lines 1 and 2	3	3,450
4	Subtitle A (income) tax (domestic section 4947(a)(1) trusts and taxable foundations only Others enter -0-)	4	0
5	**Tax based on investment income.** Subtract line 4 from line 3 If zero or less, enter -0-	5	3,450
6	Credits/Payments		
a	2015 estimated tax payments and 2014 overpayment credited to 2015 — 6a		
b	Exempt foreign organizations – tax withheld at source — 6b		
c	Tax paid with application for extension of time to file (Form 8868) — 6c		
d	Backup withholding erroneously withheld — 6d		
7	Total credits and payments Add lines 6a through 6d	7	
8	Enter any **penalty** for underpayment of estimated tax Check here ☒ if Form 2220 is attached	8	82
9	**Tax due.** If the total of lines 5 and 8 is more than line 7, enter **amount owed** ▶	9	3,532
10	**Overpayment.** If line 7 is more than the total of lines 5 and 8, enter the **amount overpaid** ▶	10	
11	Enter the amount of line 10 to be **Credited to 2016 estimated tax** ▶ Refunded ▶	11	

Part VII-A Statements Regarding Activities

			Yes	No
1a	During the tax year, did the foundation attempt to influence any national, state, or local legislation or did it participate or intervene in any political campaign?	1a		X
b	Did it spend more than $100 during the year (either directly or indirectly) for political purposes (see Instructions for the definition)?	1b		X
	If the answer is "Yes" to **1a** or **1b**, attach a detailed description of the activities and copies of any materials published or distributed by the foundation in connection with the activities			
c	Did the foundation file **Form 1120-POL** for this year?	1c		X
d	Enter the amount (if any) of tax on political expenditures (section 4955) imposed during the year. **(1)** On the foundation ▶ $ ______ **(2)** On foundation managers ▶ $ ______			
e	Enter the reimbursement (if any) paid by the foundation during the year for political expenditure tax imposed on foundation managers ▶ $ ______			
2	Has the foundation engaged in any activities that have not previously been reported to the IRS? If "Yes," attach a detailed description of the activities	2		X
3	Has the foundation made any changes, not previously reported to the IRS, in its governing instrument, articles of incorporation, or bylaws, or other similar instruments? If "Yes," attach a conformed copy of the changes	3		X
4a	Did the foundation have unrelated business gross income of $1,000 or more during the year?	4a	X	
b	If "Yes," has it filed a tax return on **Form 990-T** for this year?	4b	X	
5	Was there a liquidation, termination, dissolution, or substantial contraction during the year? If "Yes," attach the statement required by General Instruction T.	5		X
6	Are the requirements of section 508(e) (relating to sections 4941 through 4945) satisfied either • By language in the governing instrument, or • By state legislation that effectively amends the governing instrument so that no mandatory directions that conflict with the state law remain in the governing instrument?	6	X	
7	Did the foundation have at least $5,000 in assets at any time during the year? If "Yes," complete Part II, col (c), and Part XV	7	X	
8a	Enter the states to which the foundation reports or with which it is registered (see instructions) ▶ NONE			
b	If the answer is "Yes" to line 7, has the foundation furnished a copy of Form 990-PF to the Attorney General (or designate) of each state as required by General Instruction G? If "No," attach explanation	8b	X	
9	Is the foundation claiming status as a private operating foundation within the meaning of section 4942(j)(3) or 4942(j)(5) for calendar year 2015 or the taxable year beginning in 2015 (see instructions for Part XIV)? If "Yes," complete Part XIV	9		X
10	Did any persons become substantial contributors during the tax year? If "Yes," attach a schedule listing their names and addresses STMT 14	10	X	

11/15 INT 70 FTP 103 TOT 3,705

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Part VII-A Statements Regarding Activities (continued)

			Yes	No
11	At any time during the year, did the foundation, directly or indirectly, own a controlled entity within the meaning of section 512(b)(13)? If "Yes," attach schedule (see instructions)	11		X
12	Did the foundation make a distribution to a donor advised fund over which the foundation or a disqualified person had advisory privileges? If "Yes," attach statement (see instructions)	12		X
13	Did the foundation comply with the public inspection requirements for its annual returns and exemption application?	13	X	

Website address ▶ HTTP://MCDANIELCHARITABLEFOUNDATION.ORG/

14 The books are in care of ▶ MARK A. LYONS Telephone no ▶ 409-942-2946
PO BOX 108
Located at ▶ HITCHCOCK TX ZIP+4 ▶ 77563

15 Section 4947(a)(1) nonexempt charitable trusts filing Form 990-PF in lieu of **Form 1041** – Check here ▶ ☐
and enter the amount of tax-exempt interest received or accrued during the year ▶ 15

			Yes	No
16	At any time during calendar year 2015, did the foundation have an interest in or a signature or other authority over a bank, securities, or other financial account in a foreign country?	16		X
	See the instructions for exceptions and filing requirements for FinCEN Form 114 If "Yes," enter the name of the foreign country ▶			

Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required

File Form 4720 if any item is checked in the "Yes" column, unless an exception applies. (Yes / No)

1a During the year did the foundation (either directly or indirectly)

(1) Engage in the sale or exchange, or leasing of property with a disqualified person? ☐ Yes ☒ No
(2) Borrow money from, lend money to, or otherwise extend credit to (or accept it from) a disqualified person? ☐ Yes ☒ No
(3) Furnish goods, services, or facilities to (or accept them from) a disqualified person? ☐ Yes ☒ No
(4) Pay compensation to, or pay or reimburse the expenses of, a disqualified person? ☐ Yes ☒ No
(5) Transfer any income or assets to a disqualified person (or make any of either available for the benefit or use of a disqualified person)? ☐ Yes ☒ No
(6) Agree to pay money or property to a government official? **(Exception.** Check "No" if the foundation agreed to make a grant to or to employ the official for a period after termination of government service, if terminating within 90 days) ☐ Yes ☒ No

b If any answer is "Yes" to 1a(1)–(6), did **any** of the acts fail to qualify under the exceptions described in Regulations section 53 4941(d)-3 or in a current notice regarding disaster assistance (see instructions)? N/A | 1b | |
Organizations relying on a current notice regarding disaster assistance check here ▶ ☐

c Did the foundation engage in a prior year in any of the acts described in 1a, other than excepted acts, that were not corrected before the first day of the tax year beginning in 2015? N/A | 1c | |

2 Taxes on failure to distribute income (section 4942) (does not apply for years the foundation was a private operating foundation defined in section 4942(j)(3) or 4942(j)(5))

a At the end of tax year 2015, did the foundation have any undistributed income (lines 6d and 6e, Part XIII) for tax year(s) beginning before 2015? ☐ Yes ☒ No
If "Yes," list the years ▶ 20 , 20 , 20 , 20

b Are there any years listed in 2a for which the foundation is **not** applying the provisions of section 4942(a)(2) (relating to incorrect valuation of assets) to the year's undistributed income? (If applying section 4942(a)(2) to **all** years listed, answer "No" and attach statement – see instructions) N/A | 2b | |

c If the provisions of section 4942(a)(2) are being applied to **any** of the years listed in 2a, list the years here
▶ 20 , 20 , 20 , 20

3a Did the foundation hold more than a 2% direct or indirect interest in any business enterprise at any time during the year? ☒ Yes ☐ No

			Yes	No
b	If "Yes," did it have excess business holdings in 2015 as a result of **(1)** any purchase by the foundation or disqualified persons after May 26, 1969, **(2)** the lapse of the 5-year period (or longer period approved by the Commissioner under section 4943(c)(7)) to dispose of holdings acquired by gift or bequest, or **(3)** the lapse of the 10-, 15-, or 20-year first phase holding period? (Use Schedule C, Form 4720, to determine if the foundation had excess business holdings in 2015)	3b		X
4a	Did the foundation invest during the year any amount in a manner that would jeopardize its charitable purposes?	4a		X
b	Did the foundation make any investment in a prior year (but after December 31, 1969) that could jeopardize its charitable purpose that had not been removed from jeopardy before the first day of the tax year beginning in 2015?	4b		X

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Part VII-B Statements Regarding Activities for Which Form 4720 May Be Required (continued)

			Yes	No
5a	During the year did the foundation pay or incur any amount to			
	(1) Carry on propaganda, or otherwise attempt to influence legislation (section 4945(e))? ☐ Yes ☒ No			
	(2) Influence the outcome of any specific public election (see section 4955), or to carry on, directly or indirectly, any voter registration drive? ☐ Yes ☒ No			
	(3) Provide a grant to an individual for travel, study, or other similar purposes? ☒ Yes ☐ No			
	(4) Provide a grant to an organization other than a charitable, etc , organization described in section 4945(d)(4)(A)? (see instructions) ☐ Yes ☒ No			
	(5) Provide for any purpose other than religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals? ☐ Yes ☒ No			
b	If any answer is "Yes" to 5a(1)–(5), did any of the transactions fail to qualify under the exceptions described in Regulations section 53 4945 or in a current notice regarding disaster assistance (see instructions)?	5b		X
	Organizations relying on a current notice regarding disaster assistance check here ▶ ☐			
c	If the answer is "Yes" to question 5a(4), does the foundation claim exemption from the tax because it maintained expenditure responsibility for the grant? N/A ☐ Yes ☐ No			
	If "Yes," attach the statement required by Regulations section 53 4945–5(d)			
6a	Did the foundation, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract? ☐ Yes ☒ No			
b	Did the foundation, during the year, pay premiums, directly or indirectly, on a personal benefit contract?	6b		X
	If "Yes" to 6b, file Form 8870			
7a	At any time during the tax year, was the foundation a party to a prohibited tax shelter transaction? ☐ Yes ☒ No			
b	If "Yes," did the foundation receive any proceeds or have any net income attributable to the transaction? N/A	7b		

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors

1 List all officers, directors, trustees, foundation managers and their compensation (see instructions).

(a) Name and address	(b) Title, and average hours per week devoted to position	(c) Compensation (If not paid, enter -0-)	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
SEE STATEMENT 15				

2 Compensation of five highest-paid employees (other than those included on line 1 – see instructions). If none, enter "NONE."

(a) Name and address of each employee paid more than $50,000	(b) Title, and average hours per week devoted to position	(c) Compensation	(d) Contributions to employee benefit plans and deferred compensation	(e) Expense account, other allowances
NONE				

Total number of other employees paid over $50,000 ▶ 0

Part VIII Information About Officers, Directors, Trustees, Foundation Managers, Highly Paid Employees, and Contractors (continued)

3 Five highest-paid independent contractors for professional services (see instructions). If none, enter "NONE."

(a) Name and address of each person paid more than $50,000	(b) Type of service	(c) Compensation
NONE		
Total number of others receiving over $50,000 for professional services ▶		

Part IX-A Summary of Direct Charitable Activities

List the foundation's four largest direct charitable activities during the tax year Include relevant statistical information such as the number of organizations and other beneficiaries served, conferences convened, research papers produced, etc	Expenses
1 SEE ATTACHED STATEMENT	
2	
3	
4	

Part IX-B Summary of Program-Related Investments (see instructions)

Describe the two largest program-related investments made by the foundation during the tax year on lines 1 and 2	Amount
1 N/A	
2	
All other program-related investments See instructions 3	
Total. Add lines 1 through 3 ▶	

Part X Minimum Investment Return (All domestic foundations must complete this part Foreign foundations, see instructions)

1	Fair market value of assets not used (or held for use) directly in carrying out charitable, etc , purposes.		
a	Average monthly fair market value of securities	1a	6,455,577
b	Average of monthly cash balances	1b	2,393,249
c	Fair market value of all other assets (see instructions)	1c	1,643,701
d	**Total** (add lines 1a, b, and c)	1d	10,492,527
e	Reduction claimed for blockage or other factors reported on lines 1a and 1c (attach detailed explanation) — 1e: 0		
2	Acquisition indebtedness applicable to line 1 assets	2	0
3	Subtract line 2 from line 1d	3	10,492,527
4	Cash deemed held for charitable activities Enter 1½% of line 3 (for greater amount, see instructions)	4	157,388
5	**Net value of noncharitable-use assets.** Subtract line 4 from line 3 Enter here and on Part V, line 4	5	10,335,139
6	**Minimum investment return.** Enter 5% of line 5	6	516,757

Part XI Distributable Amount (see instructions) (Section 4942(j)(3) and (j)(5) private operating foundations and certain foreign organizations check here ▶ ☐ and do not complete this part.)

1	Minimum investment return from Part X, line 6	1	516,757
2a	Tax on investment income for 2015 from Part VI, line 5 — 2a: 3,450		
b	Income tax for 2015 (This does not include the tax from Part VI) — 2b:		
c	Add lines 2a and 2b	2c	3,450
3	Distributable amount before adjustments Subtract line 2c from line 1	3	513,307
4	Recoveries of amounts treated as qualifying distributions	4	
5	Add lines 3 and 4	5	513,307
6	Deduction from distributable amount (see instructions)	6	
7	**Distributable amount** as adjusted Subtract line 6 from line 5 Enter here and on Part XIII, line 1	7	513,307

Part XII Qualifying Distributions (see instructions)

1	Amounts paid (including administrative expenses) to accomplish charitable, etc , purposes		
a	Expenses, contributions, gifts, etc – total from Part I, column (d), line 26	1a	281,170
b	Program-related investments – total from Part IX-B	1b	
2	Amounts paid to acquire assets used (or held for use) directly in carrying out charitable, etc , purposes	2	
3	Amounts set aside for specific charitable projects that satisfy the		
a	Suitability test (prior IRS approval required)	3a	
b	Cash distribution test (attach the required schedule)	3b	
4	**Qualifying distributions.** Add lines 1a through 3b Enter here and on Part V, line 8, and Part XIII, line 4	4	281,170
5	Foundations that qualify under section 4940(e) for the reduced rate of tax on net investment income Enter 1% of Part I, line 27b (see instructions)	5	0
6	**Adjusted qualifying distributions.** Subtract line 5 from line 4	6	281,170

Note. The amount on line 6 will be used in Part V, column (b), in subsequent years when calculating whether the foundation qualifies for the section 4940(e) reduction of tax in those years

Part XIII Undistributed Income (see instructions)

		(a) Corpus	(b) Years prior to 2014	(c) 2014	(d) 2015
1 Distributable amount for 2015 from Part XI, line 7					513,307
2 Undistributed income, if any, as of the end of 2015					
a Enter amount for 2014 only					
b Total for prior years 20____ , 20____ , 20____					
3 Excess distributions carryover, if any, to 2015					
a From 2010	2,149,640				
b From 2011	731,291				
c From 2012	895,640				
d From 2013	167,508				
e From 2014	55,928				
f **Total** of lines 3a through e		4,000,007			
4 Qualifying distributions for 2015 from Part XII, line 4 ▶ $ 281,170					
a Applied to 2014, but not more than line 2a					
b Applied to undistributed income of prior years (Election required – see instructions)					
c Treated as distributions out of corpus (Election required – see instructions)					
d Applied to 2015 distributable amount					281,170
e Remaining amount distributed out of corpus					
5 Excess distributions carryover applied to 2015 (If an amount appears in column (d), the same amount must be shown in column (a))		232,137			232,137
6 **Enter the net total of each column as indicated below:**					
a Corpus Add lines 3f, 4c, and 4e Subtract line 5		3,767,870			
b Prior years' undistributed income Subtract line 4b from line 2b					
c Enter the amount of prior years' undistributed income for which a notice of deficiency has been issued, or on which the section 4942(a) tax has been previously assessed					
d Subtract line 6c from line 6b Taxable amount – see instructions					
e Undistributed income for 2014 Subtract line 4a from line 2a Taxable amount – see instructions					
f Undistributed income for 2015 Subtract lines 4d and 5 from line 1 This amount must be distributed in 2016					0
7 Amounts treated as distributions out of corpus to satisfy requirements imposed by section 170(b)(1)(F) or 4942(g)(3) (Election may be required—see instructions)					
8 Excess distributions carryover from 2010 not applied on line 5 or line 7 (see instructions)		1,917,503			
9 **Excess distributions carryover to 2016.** Subtract lines 7 and 8 from line 6a		1,850,367			
10 Analysis of line 9					
a Excess from 2011	731,291				
b Excess from 2012	895,640				
c Excess from 2013	167,508				
d Excess from 2014	55,928				
e Excess from 2015					

Part XIV Private Operating Foundations (see instructions and Part VII-A, question 9)

1a If the foundation has received a ruling or determination letter that it is a private operating foundation, and the ruling is effective for 2015, enter the date of the ruling ▶

b Check box to indicate whether the foundation is a private operating foundation described in section ☐ 4942(j)(3) or ☐ 4942(j)(5)

	Tax year	Prior 3 years			
	(a) 2015	(b) 2014	(c) 2013	(d) 2012	(e) Total
2a Enter the lesser of the adjusted net income from Part I or the minimum investment return from Part X for each year listed					
b 85% of line 2a					
c Qualifying distributions from Part XII, line 4 for each year listed					
d Amounts included in line 2c not used directly for active conduct of exempt activities					
e Qualifying distributions made directly for active conduct of exempt activities Subtract line 2d from line 2c					
3 Complete 3a, b, or c for the alternative test relied upon					
a "Assets" alternative test – enter (1) Value of all assets					
(2) Value of assets qualifying under section 4942(j)(3)(B)(i)					
b "Endowment" alternative test – enter 2/3 of minimum investment return shown in Part X, line 6 for each year listed					
c "Support" alternative test – enter (1) Total support other than gross investment income (interest, dividends, rents, payments on securities loans (section 512(a)(5)), or royalties)					
(2) Support from general public and 5 or more exempt organizations as provided in section 4942(j)(3)(B)(iii)					
(3) Largest amount of support from an exempt organization					
(4) Gross investment income					

Part XV Supplementary Information (Complete this part only if the foundation had $5,000 or more in assets at any time during the year – see instructions.)

1 **Information Regarding Foundation Managers:**

a List any managers of the foundation who have contributed more than 2% of the total contributions received by the foundation before the close of any tax year (but only if they have contributed more than $5,000) (See section 507(d)(2))

N/A

b List any managers of the foundation who own 10% or more of the stock of a corporation (or an equally large portion of the ownership of a partnership or other entity) of which the foundation has a 10% or greater interest

N/A

2 **Information Regarding Contribution, Grant, Gift, Loan, Scholarship, etc., Programs:**

Check here ▶ ☐ if the foundation only makes contributions to preselected charitable organizations and does not accept unsolicited requests for funds If the foundation makes gifts, grants, etc (see instructions) to individuals or organizations under other conditions, complete items 2a, b, c, and d

a The name, address, and telephone number or e-mail address of the person to whom applications should be addressed

THE MCDANIEL CHARITABLE FOUNDATION
P O BOX 108 HITCHCOCK TX 77563

b The form in which applications should be submitted and information and materials they should include

SEE ATTACHED APPLICATION

c Any submission deadlines

JUNE 1ST

d Any restrictions or limitations on awards, such as by geographical areas, charitable fields, kinds of institutions, or other factors

SEE STATEMENT 16

Part XV Supplementary Information (continued)

3 Grants and Contributions Paid During the Year or Approved for Future Payment

Recipient Name and address (home or business)	If recipient is an individual, show any relationship to any foundation manager or substantial contributor	Foundation status of recipient	Purpose of grant or contribution	Amount
a Paid during the year SEE ATTACHED STATEMENT	NONE			55,324
Total			▶ 3a	55,324
b Approved for future payment N/A				
Total			▶ 3b	

Part XVI-A Analysis of Income-Producing Activities

Enter gross amounts unless otherwise indicated	Unrelated business income		Excluded by section 512, 513, or 514		(e) Related or exempt function income (See instructions)
	(a) Business code	(b) Amount	(c) Exclusion code	(d) Amount	
1 Program service revenue					
a					
b					
c					
d					
e					
f					
g Fees and contracts from government agencies					
2 Membership dues and assessments					
3 Interest on savings and temporary cash investments			14	139,902	
4 Dividends and interest from securities			14	107,954	
5 Net rental income or (loss) from real estate					
a Debt-financed property	531120	928	16	12,490	
b Not debt-financed property					
6 Net rental income or (loss) from personal property					
7 Other investment income			15	15,041	
8 Gain or (loss) from sales of assets other than inventory			18	-91,451	
9 Net income or (loss) from special events					
10 Gross profit or (loss) from sales of inventory					
11 Other revenue a					
b SEE STATEMENT 17		-420,307		-52,431	
c					
d					
e					
12 Subtotal Add columns (b), (d), and (e)		-419,379		131,505	0

13 **Total.** Add line 12, columns (b), (d), and (e) 13 -287,874

(See worksheet in line 13 instructions to verify calculations)

Part XVI-B Relationship of Activities to the Accomplishment of Exempt Purposes

Line No. ▼	Explain below how each activity for which income is reported in column (e) of Part XVI-A contributed importantly to the accomplishment of the foundation's exempt purposes (other than by providing funds for such purposes) (See instructions)
N/A	

Part XVII Information Regarding Transfers To and Transactions and Relationships With Noncharitable Exempt Organizations

			Yes	No
1	Did the organization directly or indirectly engage in any of the following with any other organization described in section 501(c) of the Code (other than section 501(c)(3) organizations) or in section 527, relating to political organizations?			
a	Transfers from the reporting foundation to a noncharitable exempt organization of			
	(1) Cash	1a(1)		X
	(2) Other assets	1a(2)		X
b	Other transactions			
	(1) Sales of assets to a noncharitable exempt organization	1b(1)		X
	(2) Purchases of assets from a noncharitable exempt organization	1b(2)		X
	(3) Rental of facilities, equipment, or other assets	1b(3)		X
	(4) Reimbursement arrangements	1b(4)		X
	(5) Loans or loan guarantees	1b(5)		X
	(6) Performance of services or membership or fundraising solicitations	1b(6)		X
c	Sharing of facilities, equipment, mailing lists, other assets, or paid employees	1c		X

d If the answer to any of the above is "Yes," complete the following schedule Column (b) should always show the fair market value of the goods, other assets, or services given by the reporting foundation If the foundation received less than fair market value in any transaction or sharing arrangement, show in column (d) the value of the goods, other assets, or services received

(a) Line no	(b) Amount involved	(c) Name of noncharitable exempt organization	(d) Description of transfers, transactions, and sharing arrangements
N/A			

2a Is the foundation directly or indirectly affiliated with, or related to, one or more tax-exempt organizations described in section 501(c) of the Code (other than section 501(c)(3)) or in section 527? ☐ Yes ☒ No

b If "Yes," complete the following schedule

(a) Name of organization	(b) Type of organization	(c) Description of relationship
N/A		

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge

May the IRS discuss this return with the preparer shown below (see instructions)? ☒ Yes ☐ No

Mick Lyons | 11-15-16 | PRESIDENT

Signature of officer or trustee | Date | Title

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check ☐ if self-employed
HARRY D. MAXWELL, JR.	Harry D Maxwell Jr	11/07/16	
Firm's name ▶ HEAD, MAXWELL & MCKENNA, P.C.		PTIN	P00627267
Firm's address ▶ 2200 MARKET ST., SUITE 401 GALVESTON, TX 77550		Firm's EIN ▶	76-0354302
		Phone no	409-763-6479

Other Notes and Loans Receivable

Form **990-PF** | For calendar year 2015, or tax year beginning , and ending | **2015**

Name: MCDANIEL CHARITABLE FOUNDATION

Employer Identification Number: 76-0538313

FORM 990-PF, PART II, LINE 7 - ADDITIONAL INFORMATION

	Name of borrower	Relationship to disqualified person
(1)	N/R - CITARE	
(2)	N/R - JOSE FALCON	
(3)	N/R - TWO RIVERS REALTY	
(4)	N/R - TWO RIVERS DEVELOPMENT	
(5)		
(6)		
(7)		
(8)		
(9)		
(10)		

	Original amount borrowed	Date of loan	Maturity date	Repayment terms	Interest rate
(1)					
(2)					
(3)					
(4)					
(5)					
(6)					
(7)					
(8)					
(9)					
(10)					

	Security provided by borrower	Purpose of loan
(1)		
(2)		
(3)		
(4)		
(5)		
(6)		
(7)		
(8)		
(9)		
(10)		

	Consideration furnished by lender	Balance due at beginning of year	Balance due at end of year	Fair market value
(1)		2,250,000		
(2)		117,039	114,135	114,135
(3)		842,434	1,292,434	1,292,434
(4)			200,000	200,000
(5)				
(6)				
(7)				
(8)				
(9)				
(10)				
Totals		3,209,473	1,606,569	1,606,569

Federal Statements

Statement 1 - Form 990-PF, Part I, Line 6a - Sale of Assets

Description / Whom Sold	Date Acquired	Date Sold	How Received / Sale Price	Cost	Expense	Depreciation	Net Gain / Loss
U.S. TREAS NOTE, 4.000%			PURCHASE				
	8/20/08	2/17/15	$ 15,000	$ 15,000	$	$	$
PROSHARES NAT GAS PTP-GAINS PASSED			PURCHASE				
			3				3
PROSHARES NAT GAS PTP-SEC 1256 STRAD			PURCHASE				
				3,627			-3,627
PROSHARES NAT GAS PTP-SEC 1256 STRAD			PURCHASE				
				5,440			-5,440
SCW CAPITAL LP-GAINS PASSED THRU			PURCHASE				
				85,741			-85,741
SCW CAPITAL LP-GAINS PASSED THRU			PURCHASE				
			3,248				3,248
SCW CAPITAL LP-SEC 1231 GAIN			PURCHASE				
			106				106
TOTAL			$ 18,357	$ 109,808	$ 0	$ 0	$ -91,451

Statement 2 - Form 990-PF, Part I, Line 11 - Other Income

Description	Revenue per Books	Net Investment Income	Adjusted Net Income
SAN JUAN BASIN ROYALTY TRUST	$ 9,283	$ 9,283	$
FROM SCW CAPITAL K-1	1,407	1,407	
FROM DORCHESTER MINERALS K-1	4,351	4,351	
PAYROLL CHECK ERRORS	25		
TEXAS MOLECULAR LIMITED PSHIP	-85,249		
TEXAS MOLECULAR LIMITED PSHIP	-10,628		
TEXAS MOLECULAR LIMITED PSHIP	-340,995		
TEXAS MOLECULAR LIMITED PSHIP	-42,506		
SCW CAPITAL LP	-5,501		
SCW CAPITAL LP	6,179		
SCW CAPITAL LP	5,937		
TOTAL	$ -457,697	$ 15,041	$ 0

Federal Statements

Statement 3 - Form 990-PF, Part I, Line 16b - Accounting Fees

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
FORM 990-PF PREP FEE	$ 7,500	$ 3,750	$	$ 3,750
TOTAL	$ 7,500	$ 3,750	$ 0	$ 3,750

Statement 4 - Form 990-PF, Part I, Line 16c - Other Professional Fees

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
DIRECTOR FEE	$ 9,000	$ 2,250	$	$ 6,750
TOTAL	$ 9,000	$ 2,250	$ 0	$ 6,750

Statement 5 - Form 990-PF, Part I, Line 18 - Taxes

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
2014 FORM 990-PF EXCISE TAX	$ 13,261	$	$	$
2014 FORM 990-T UBIT	150,097			
2014 FORM 990-T PENALTY	3,368			
FOREIGN TAXES ON DIVIDENDS	492	492		
TOTAL	$ 167,218	$ 492	$ 0	$ 0

Statement 6 - Form 990-PF, Part I, Line 19 - Depreciation

Description / Date Acquired	Cost Basis	Prior Year Depreciation	Method	Life	Current Year Depreciation	Net Investment Income	Adjusted Net Income
EXECUTIVE DOUBLE PEDESTAL DESK							
3/14/12	$ 1,039	$ 420	S/L	7	$ 148	$ 133	$
EXECUTIVE DOUBLE PEDESTAL DESK							
3/14/12	1,038	420	S/L	7	148	133	
STORAGE CREDENZA							
3/14/12	988	400	S/L	7	141	127	

Statement 6 - Form 990-PF, Part I, Line 19 - Depreciation (continued)

Description / Date Acquired	Cost Basis	Prior Year Depreciation	Method	Life	Current Year Depreciation	Net Investment Income	Adjusted Net Income
STORAGE CREDENZA							
3/14/12	$ 988	$ 400	S/L	7	$ 141	$ 127	$
CONFERENCE TABLE							
3/14/12	877	354	S/L	7	125	113	
HIGH BACK EXECUTIVE BLACK CHAIR							
3/14/12	312	127	S/L	7	45	41	
HIGH BACK EXECUTIVE BLACK CHAIR							
3/14/12	312	127	S/L	7	45	41	
(8) BLUE FABRIC CAPTAINS CHAIRS							
3/14/12	961	388	S/L	7	137	123	
USED 5-DRAWER LATERAL FILE CABINETS							
5/24/12	314	116	S/L	7	45	41	
USED 5-DRAWER LATERAL FILE CABINETS							
5/24/12	314	116	S/L	7	45	41	
HP LASERJET PRINTER							
6/15/15	216		S/L	7	18	16	
HP LASERJET PRINTER							
6/15/15	216		S/L	7	18	16	
HP LASERJET PRINTER							
6/15/15	216		S/L	7	18	16	
SPEAKER PHONE							
7/22/15	141		S/L	7	8	7	
SPEAKER PHONE							
7/22/15	141		S/L	7	8	7	
SPEAKER PHONE							
7/22/15	141		S/L	7	8	7	
SPEAKER PHONE							
7/22/15	141		S/L	7	8	7	
REFRIGERATOR							
7/28/15	507		S/L	7	30	27	
TOSHIBA LAPTOP							
9/27/15	758		S/L	5	38	34	
TOSHIBA LAPTOP (JULIE'S)							
10/03/15	758		S/L	5	38	34	

Federal Statements

Statement 6 - Form 990-PF, Part I, Line 19 - Depreciation (continued)

Description							
Date Acquired	Cost Basis	Prior Year Depreciation	Method	Life	Current Year Depreciation	Net Investment Income	Adjusted Net Income
TOTAL	$ 10,378	$ 2,868			$ 1,212	$ 1,091	$ 0

Statement 7 - Form 990-PF, Part I, Line 23 - Other Expenses

Description	Total	Net Investment	Adjusted Net	Charitable Purpose
	$	$	$	$
EXPENSES				
INVESTMENT EXPENSES	41,179	41,179		
INSURANCE	4,334	1,950		1,950
WEBSITE	1,089			1,089
OFFICE SUPPLIES	1,781	802		802
POSTAGE & SHIPPING	456	205		205
TELEPHONE EXPENSE	330	148		148
COMCAST/DIRECT TV	3,161	1,423		1,423
IT EXPENSES	5,440	2,448		2,448
SECRETARY OF STATE REPORT FEE	5			5
MAINTENANCE EXPENSE	1,155	520		520
TOTAL	$ 58,930	$ 48,675	$ 0	$ 8,590

Statement 8 - Form 990-PF, Part II, Line 10a - US and State Government Investments

Description	Beginning of Year	End of Year	Basis of Valuation	Fair Market Value
DEUTSCHE BANK - U.S. TREASURY NOTES	$ 47,052	$ 30,791	MARKET	$ 30,791
STERNE AGEE/US BANK - US GOVT OBLIG	344,230	186,038	MARKET	186,038
TOTAL	$ 391,282	$ 216,829		$ 216,829

Federal Statements

Statement 9 - Form 990-PF, Part II, Line 10b - Corporate Stock Investments

Description	Beginning of Year	End of Year	Basis of Valuation	Fair Market Value
STERNE AGEE/US BANK - COMMON STOCKS	$ 360,787	$ 144,840	MARKET	$ 144,840
SEA LION INC		658,000	MARKET	658,000
TOTAL	$ 360,787	$ 802,840		$ 802,840

Statement 10 - Form 990-PF, Part II, Line 13 - Other Investments

Description	Beginning of Year	End of Year	Basis of Valuation	Fair Market Value
STERNE AGEE/US BANK - PTP PSHIPS	$ 143,148	$ 51,572	MARKET	$ 51,572
FULLER DMS OFFICE LTD	254,828	261,450	MARKET	261,450
TEXAS MOLECULAR LIMITED PARTNERSHIP	3,210,647	2,715,184	MARKET	2,715,184
TEXAS MOLECULAR LIMITED PARTNERSHIP	802,662	678,795	MARKET	678,795
SCW CAPITAL L.P.		1,424,675	MARKET	1,424,675
TOTAL	$ 4,411,285	$ 5,131,676		$ 5,131,676

Statement 11 - Form 990-PF, Part II, Line 14 - Land, Building, and Equipment

Description	Beginning Net Book	End Cost / Basis	End Accumulated Depreciation	Net FMV
FURNISHINGS & EQUIPMENT	$ 4,276	$ 10,377	$ 4,079	$ 6,298
TOTAL	$ 4,276	$ 10,377	$ 4,079	$ 6,298

Statement 12 - Form 990-PF, Part II, Line 22 - Other Liabilities

Description	Beginning of Year	End of Year
PAYROLL TAXES PAYABLE	$	$ 3,746
TOTAL	$ 0	$ 3,746

Statement 13 - Form 990-PF, Part III, Line 5 - Other Decreases

Description	Amount
CHANGE IN UNREALIZED LOSS IN VALUE OF INVESTMENTS	$ 426,781
TOTAL	$ 426,781

Federal Statements

Statement 14 - Form 990-PF, Part VII-A, Line 10 - Substantial Contributors

Name	Address	City, State, Zip
ESTATE OF JOHN W. LYONS, JR.	P. O. BOX 108	HITCHCOCK TX 77563

Statement 15 - Form 990-PF, Part VIII, Line 1 - List of Officers, Directors, Trustees, Etc.

Name and Address	Title	Average Hours	Compensation	Benefits	Expenses
MARK A. LYONS P.O. BOX 108 HITCHCOCK TX 77563	PRESIDENT	25.00	37,000	10,645	0
MICHELLE LYONS SPIER P. O. BOX 108 HITCHCOCK TX 77563	SECRETARY	20.00	12,000	6,884	0
MELISSA LYONS GARDNER P. O. BOX 108 HITCHCOCK TX 77563	TREASURER	20.00	12,000	6,903	0
R. STEWART CAMPBELL P. O. BOX 108 HITCHCOCK TX 77563	DIRECTOR	1.00	12,000	6,536	0
RACHEL LYONS P. O. BOX 108 HITCHCOCK TX 77563	DIRECTOR	1.00	2,000	1,837	0
MADISON SPIER P. O. BOX 108 HITCHCOCK TX 77563	DIRECTOR	1.00	2,000	0	0
JULIE BARNETT P. O. BOX 108 HITCHCOCK TX 77563	SCHOL. COORD	40.00	60,000	9,803	0

Form 990-PF, Part XV, Line 2b - Application Format and Required Contents

Description
SEE ATTACHED APPLICATION

Form 990-PF, Part XV, Line 2c - Submission Deadlines

Description
JUNE 1ST

Statement 16 - Form 990-PF, Part XV, Line 2d - Award Restrictions or Limitations

Description
BASED ON NEED & MERIT; MUST BE GALVESTON RESIDENT & ATTEND A TEXAS SCHOOL. ONLY RENEWAL APPLICATIONS ACCEPTED; THE FOUNDATION IS NOT ACCEPTING NEW SCHOLARSHIP APPLICATIONS FOR THIS PROGRAM.

Statement 17 - Form 990-PF, Part XVI-A, Line 11 - Other Revenue

Description	Business Code	Unrelated Amount	Exclusion Code	Exclusion Amount	Related Income
PAYROLL CHECK ERRORS		$	1	$ 25	$
TEXAS MOLECULAR LIMITED PSH	562000	-85,249			
TEXAS MOLECULAR LIMITED PSH			1	-10,628	
TEXAS MOLECULAR LIMITED PSH	562000	-340,995			
TEXAS MOLECULAR LIMITED PSH			1	-42,506	
SCW CAPITAL LP			1	-5,501	
SCW CAPITAL LP			1	6,179	
SCW CAPITAL LP	211110	5,937			
TOTAL		$ -420,307		$ -52,431	$ 0

Schedule B
(Form 990, 990-EZ, or 990-PF)
Department of the Treasury
Internal Revenue Service

Schedule of Contributors

▶ **Attach to Form 990, Form 990-EZ, or Form 990-PF.**
▶ **Information about Schedule B (Form 990, 990-EZ, or 990-PF) and its instructions is at www.irs.gov/form990.**

OMB No 1545-0047

2015

Name of the organization	Employer identification number
MCDANIEL CHARITABLE FOUNDATION	76-0538313

Organization type (check one)

Filers of:	Section:
Form 990 or 990-EZ	☐ 501(c)( ) (enter number) organization
	☐ 4947(a)(1) nonexempt charitable trust **not** treated as a private foundation
	☐ 527 political organization
Form 990-PF	☒ 501(c)(3) exempt private foundation
	☐ 4947(a)(1) nonexempt charitable trust treated as a private foundation
	☐ 501(c)(3) taxable private foundation

Check if your organization is covered by the **General Rule** or a **Special Rule.**
Note. Only a section 501(c)(7), (8), or (10) organization can check boxes for both the General Rule and a Special Rule See instructions

General Rule

☒ For an organization filing Form 990, 990-EZ, or 990-PF that received, during the year, contributions totaling $5,000 or more (in money or property) from any one contributor Complete Parts I and II See instructions for determining a contributor's total contributions

Special Rules

☐ For an organization described in section 501(c)(3) filing Form 990 or 990-EZ that met the $33^1/_3$ % support test of the regulations under sections 509(a)(1) and 170(b)(1)(A)(vi), that checked Schedule A (Form 990 or 990-EZ), Part II, line 13, 16a, or 16b, and that received from any one contributor, during the year, total contributions of the greater of **(1)** $5,000 or **(2)** 2% of the amount on (i) Form 990, Part VIII, line 1h, or (ii) Form 990-EZ, line 1 Complete Parts I and II

☐ For an organization described in section 501(c)(7), (8), or (10) filing Form 990 or 990-EZ that received from any one contributor, during the year, total contributions of more than $1,000 exclusively for religious, charitable, scientific, literary, or educational purposes, or for the prevention of cruelty to children or animals Complete Parts I, II, and III

☐ For an organization described in section 501(c)(7), (8), or (10) filing Form 990 or 990-EZ that received from any one contributor, during the year, contributions exclusively for religious, charitable, etc , purposes, but no such contributions totaled more than $1,000 If this box is checked, enter here the total contributions that were received during the year for an exclusively religious, charitable, etc , purpose Do not complete any of the parts unless the **General Rule** applies to this organization because it received nonexclusively religious, charitable, etc , contributions totaling $5,000 or more during the year ▶ $

Caution. An organization that is not covered by the General Rule and/or the Special Rules does not file Schedule B (Form 990, 990-EZ, or 990-PF), but it **must** answer "No" on Part IV, line 2, of its Form 990, or check the box on line H of its Form 990-EZ or on its Form 990-PF, Part I, line 2, to certify that it does not meet the filing requirements of Schedule B (Form 990, 990-EZ, or 990-PF)

Name of organization: MCDANIEL CHARITABLE FOUNDATION

Employer identification number: 76-0538313

Part I **Contributors** (see instructions). Use duplicate copies of Part I if additional space is needed.

(a) No.	(b) Name, address, and ZIP + 4	(c) Total contributions	(d) Type of contribution
1	ESTATE OF JOHN W. LYONS, JR P. O. BOX 108 HITCHCOCK TX 77563	$ 658,000	Person ☐ Payroll ☐ Noncash ☒ (Complete Part II for noncash contributions)
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II for noncash contributions)
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II for noncash contributions)
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II for noncash contributions)
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II for noncash contributions)
		$	Person ☐ Payroll ☐ Noncash ☐ (Complete Part II for noncash contributions)

DAA

Name of organization: MCDANIEL CHARITABLE FOUNDATION

Employer identification number: 76-0538313

Part II **Noncash Property** (see instructions). Use duplicate copies of Part II if additional space is needed.

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
1	600,000 SH SEA LION INC	$ 658,000	01/01/15

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

(a) No. from Part I	(b) Description of noncash property given	(c) FMV (or estimate) (see instructions)	(d) Date received
		$	

MCDANIEL CHARITABLE FOUNDATION
2015 FORM 990-PF
EIN 76-0538313
PART XV, LINE 3 GRANTS PAID DURING THE YEAR

RECIPIENT NAME	RECIPIENT ADDRESS	RELATIONSHIP	FOUNDATION STATUS	PURPOSE	AMOUNT
Brantley, Ryan	2700 Bay Area Blvd SSCB 1.105, Houston, TX 77058	None	n/a	Scholarship	7,000.00
Greer, Michael	601 University Dr., San Marcos, TX 78666	None	n/a	Scholarship	5,000.00
Handlos, Grace	1263 Lincoln Dr., Carbondale, IL 62901	None	n/a	Scholarship	5,000.00
Houghtaling, Abigail	11400 Concordia University Dr., Austin, TX 78726	None	n/a	Scholarship	5,000.00
Kramer, Christina	SFA Box 13052 Nacogdoches, TX 75962	None	n/a	Scholarship	6,000.00
Martin, Kara	3110 Mustang, Alvin, TX 77511	None	n/a	Scholarship	3,000.00
Vasquez, Beni	1200 Amburn Rd, Texas City, TX 77591	None	n/a	Scholarship	1,200.00
Susan Komen For the Cure	602 Sawyer, Ste 201, Houston, TX 77007	None	509(a)(1)	Cancer Awareness	4,000.00
First United Methodist Church	212 W. Benton Ave., Devine, TX 78016	None	509(a)(1)	Scholarships/ Gen'l Support	12,000.00
Forever Faithful Ministries	13955 Lake Mt. Pleasant Rd, Montgomery, TX 77356	None	509(a)(1)	Equine Therapy	5,000.00
Turning Point	P.O. Box 2118, Galveston, TX 77553	None	509 (a)(1)	Handicap Therapy	1,500.00
Texas A&M College Station (from Texas Molecular K-1)	401 Joe Routt Blvd, College Station, TX 77843	None	Gov't		622.00
From SCW Capital LP K-1		None			2 00
					55,324.00